GOVERNMENT OF INDIA
POWER
LOK SABHA

UNSTARRED QUESTION NO:3190
ANSWERED ON:12.05.2006
FINANCING OF POWER PROJETS BY PSUS
Acharia Shri Basudeb

Will the Minister of POWER be pleased to state:

(a) whether a group of PSUs and Banks have promised to streamline the funding of large-scale power projects as reported in the Business Line dated January 30, 2006;

(b) if so, the details in this regard; and

(c) the reaction of the Government thereto?

Answer

THE MINISTER OF POWER(SHRI SUSHILKUMAR SHINDE)

(a) to (c) : Yes, Sir. Power Finance Corporation, Life Insurance Company and ten Banks including Bank of Baroda, Central Bank of India, Oriental Bank of Commerce, Punjab National Bank, Union Bank of India, Syndicate Bank and Canara Bank have signed a Memorandum of Understanding (MOU) for consortium lending of power projects to provide a single window to borrower. To expedite investments in the power sector, the Consortium would provide a `single window` platform for power producers to achieve financial closure in time.